

May 1, 2006

Supt
District
Address
City, SD Zip

Dear

Information concerning the Annual Request for IDEA- B Flow Through Funds application for the school year 2006-2007 (Federal Fiscal year 2006) Individuals with Disabilities Education Act Part B funds (IDEA-B) and Section 619 (Preschool) will be found in this letter. The request form must be returned to the Office of Educational Services and Support, Special Education Programs, on or before **June 30, 2006**.

It is important to note that IDEA-B flowthrough funds to districts are no longer based on child count.

The IDEA regulations at 34 C.F.R. 300.712, Allocations to LEAS, states in pertinent part:

(b) (1). Base payments. The State first shall award each agency... the amount that agency would have received under this section for the base year... if the State had distributed 75% of its grant for that year...

(3) Allocation of remaining funds. The State then shall-

- (i) Allocate 85 percent of any remaining funds to those agencies on the basis of the relative numbers of children enrolled in public and private elementary and secondary schools: and
- (ii) allocate 15 percent of those remaining funds to those agencies in accordance with their relative numbers of children living in poverty, as determined by the SEA.

In other words, a district's IDEA-B flowthrough amount for school year 2006-2007 is the total of three amounts:

1. A base payment, this is, the amount the district would have received in school year 1999-2000 had South Dakota DOE allocated 75 percent of its grant to districts;
2. The population payment which consists of 85 percent of any remaining funds distributed on the basis of the relative numbers of children enrolled in public and private elementary and secondary schools within each district's jurisdiction; and
3. Fifteen percent of any remaining funds allocated to districts in accordance with their relative numbers of children living in poverty, as determined by South Dakota DOE.

The Section 619-Preschool flowthrough amount is calculated in the same manner, except that fiscal year 1997 is used for the base payment.

Based on the allocation methods, your district is eligible for the following FY 2007 IDEA-B flowthrough funds and FY 2007 Section 619-Preschool flowthrough funds listed on attachments D and E.

The request for funds form and attachments may be downloaded at <http://doe.sd.gov/administrators/>. Click on the text “2006-2007 Annual Request for IDEA Flowthrough Funds” to open the documents or go to <http://doe.sd.gov/oess/specialed/index.asp>. Look in the right hand column under the Special Education heading. The document is a Microsoft Word file. The form may be printed and completed or saved to a local computer to allow for word processing directly onto the form. If you have difficulties with the downloading process, please contact Merle Doolittle, Special Education Programs, at 773-3678.

As in previous years, if the district is submitting a consolidated request, the cooperative or participating districts may submit one request which compiles all information. Please contact the cooperative director or other participating districts to verify consolidated request arrangements.

NOTE: Payment Changes School Year 2006-07

Beginning with the School Year 2006-07, payments will be distributed to districts beginning with 10 percent in September, provided the district's application has been received at DOE in a substantially approvable form. DOE will make subsequent payments equal to 10% of your allocation each month for the remainder of the grant period until the last month. The final month's payment will be withheld until the district has submitted a Project Completion Report to DOE. The final payment will be adjusted accordingly based on the Project Completion Report. Project Completion Reports can be found at the following website:
<http://doe.sd.gov/ofm/grants/forms/index.asp>.

The district should follow its approved program budget. DOE does provide the district the flexibility to exceed a budget object by up to ten percent (10%) or \$1,000, whichever amount is greater. If the district wants to exceed the approved budget object by more than the allowable amount the district must submit a transfer or amendment request to DOE for approval. This request should be made prior to the actual expenditure or obligation.

Districts will be allowed to carryover up to 25 percent of each year's allocation into the next fiscal year. Funds in excess of the 25% carryover will be released and made available for reallocation.

Application Timing & Due Date

Federal regulations require that a district's application for formula grant funds must be received at DOE in a “substantially approvable form” before the district is allowed to obligate or expend federal program funds. The School Year 2006-2007 the IDEA Part B 611 and 619 applications will be due **June 30, 2006**.

Districts will find a description of various requirements applicable to IDEA funds, and a copy of the state administrative rules that describe local district eligibility for federal funds at <http://doe.sd.gov/oess/specialed/index.asp>.

Special Education staff will review your request for funds for consistency with IDEA requirements. Staff is also available to assist you as you complete your request form. If you have any questions, please contact Special Education Programs at (605) 773-3678.

Thank you for your assistance in completing this form by the June 30, 2006 deadline.

Sincerely,

Ann Larsen, Director
Special Education Programs

Enclosures

Cc: District File
Cooperative Directors
Special Education Directors